



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII 96813-3077

COMMITTEE ON BUDGET

Voting Members:

Ann H. Kobayashi, Chair
Joey Manahan, Vice Chair
Carol Fukunaga
Trevor Ozawa
Kymberly Marcos Pine

AGENDA

REGULAR MEETING
COMMITTEE MEETING ROOM
WEDNESDAY, NOVEMBER 18, 2015
9:00 A.M.

SPEAKER REGISTRATION:

Persons wishing to testify are requested to register by 9 a.m. as follows:

- a. On-Line at <http://www.honolulu.gov/ccl-testimony-form.html>;
- b. By faxing to 768-3827 your name, phone number and the agenda item;
- c. By filling out the registration form in person; or
- d. By calling 768-3801.

Persons who have not registered to testify will be given an opportunity to speak on an item following oral testimonies of the registered speakers.

Each speaker is limited to a **one-minute** presentation.

WRITTEN TESTIMONY:

Written testimony may be faxed to 768-3827 or transmitted via internet at <http://www.honolulu.gov/ccl-testimony-form.html> for distribution at the meeting.

If submitted, written testimonies, including the testifier's address, e-mail address, and phone number, may be posted by the City Clerk and available to the public on the City's DocuShare Website.

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Accommodations are available upon request to persons with disabilities, please call 768-3801 or send an email to guehara@honolulu.gov at least three working days prior to the meeting.

The meeting is viewable by: (1) internet live streaming through http://olelo.granicus.com/MediaPlayer.php?publish_id=92; (2) televised live broadcast on Olelo TV Channel 54; or (3) after the meeting, viewable at <http://www.honolulu.gov/council/cclmeetings/ccl-archived-meetings-agendas.html>. Copies of older meeting videos may be requested by calling the City Clerk's Office at 768-5822, charges may apply.

FOR APPROVAL

MINUTES OF OCTOBER 21, 2015 MEETING

FOR ACTION

1. **RESOLUTION 15-304 - TRANSFER OF FUNDS.** Authorizing the transfer of \$250,000 between current expense and equipment character of expenditures to meet the program needs of the Department of Customer Services, Division of Motor Vehicle, Licensing and Permits to purchase a modular office. (Transmitted by Communication [D-741](#))
2. **RESOLUTION 15-302 - MONTH-TO-MONTH RENTAL WITH CAMP MOKULE'IA.** Approving the month-to-month rental with Camp Mokule'ia, incorporated, for the City's Mokule'ia Beach Park Addition, TMK: 6-8-002:001 (Por.), for a period up to four years. (Transmitted by Communication [D-722](#))
3. **RESOLUTION 15-305 - CATHOLIC CHARITIES LEASE.** Authorizing the lease of City property to Catholic Charities Hawaii for special needs housing under Section 28-3.5, Revised Ordinances of Honolulu. (Transmitted by Communication [D-742](#))
4. **RESOLUTION 15-306 - WAIANAE COAST MENTAL COMMUNITY HEALTH CENTER LEASE.** Authorizing the lease of City property to Waianae Coast Community Mental Health Center for special needs housing under Section 28-3.5, Revised Ordinances of Honolulu. (Transmitted by Communication [D-742](#))
5. **RESOLUTION 15-307 - CENTRAL OAHU YOUTH SERVICES ASSOCIATION LEASE.** Authorizing the lease of City property to Central Oahu Youth Services Association for special needs housing under Section 28-3.5, Revised Ordinances of Honolulu. (Transmitted by Communication [D-742](#))
6. **RESOLUTION 15-308- HALE KIPA, INC. LEASE.** Authorizing the lease of City property to Hale Kipa, Inc. for special needs housing under Section 28-3.5, Revised Ordinances of Honolulu. (Transmitted by Communication [D-742](#))
7. **RESOLUTION 15-309 - STEADFAST HOUSING DEVELOPMENT CORPORATION LEASE.** Authorizing the lease of City property to Steadfast Housing Development Corporation for special needs housing under Section 28-3.5, Revised Ordinances of Honolulu. (Transmitted by Communication [D-742](#))

8. **BILL 78 (2015) – RELATING TO SPONSORSHIPS.** Establishing a process to obtain sponsorships for City facilities, parks, programs, equipment, and tangible property within set guidelines and procedures for the purpose of optimizing non-property tax revenue sources. (Bill passed first reading on 11/4/15)
9. **BILL 77 (2015) - REAL PROPERTY TAX EXEMPTIONS FOR HOMES.** Amending the ordinances relating to the real property tax exemption for homes. (Bill passed first reading on 11/4/15)
10. **BILL 73 (2015), CD1 – AMENDING ORDINANCE NO. 01-28.** Amending the authorization for the City and County of Honolulu to issue general obligation commercial paper in order to clarify and facilitate the use of such debt. (Bill passed second reading and public hearing on 11/4/15)

PROPOSED CD2 TO BILL 73 (2015), CD1 – (Submitted by Councilmember Kobayashi) The proposed CD2 (OCS2015-1121/11/12/2015 8:48 AM) makes the following amendments:

- A. Amends Sections 4, 5, 6 and 7 to reference both Ordinances 04-36 and 10-15.
- B. Adds a new Section 8 to read as follows:

Ordinance 01-28, as amended by Ordinances 04-36 and 10-15, is amended by renumbering SECTION 14 thereof ("Effective Date") as SECTION 16.

Renumbers Sections 8, 9 and 10 to reflect this change.
- C. Makes miscellaneous technical and nonsubstantive amendments.

PROPOSED CD2 TO BILL 73 (2015), CD1 – (Transmitted by Communication D-773) The proposed CD2 makes the following amendments:

Section 7 has been amended to delete the reference to Resolution 15-7, FD1 and a sentence has been added to read as follows:
The memorandum of understanding entered into by the City and County and HART shall be subject to approval by the Council by resolution.

11. **RESOLUTION 15-313 - MEMORANDUM OF UNDERSTANDING.** Approving the memorandum of understanding entered into by the Director of the Department of Budget and Fiscal Services of the City and County of Honolulu and the Honolulu Authority for Rapid Transportation regarding general obligation bonds. (Transmitted by Communication D-771)

12. **RESOLUTION 15-314 – GENERAL OBLIGATION COMMERCIAL PAPER NOTES.**
Authorizing the issuance, sale and use of proceeds of general obligation commercial paper notes of the City and County of Honolulu, in one or more issuances, in an aggregate outstanding principal amount not to exceed \$350,000,000 for the payment of the costs of public improvements, including equipment, relating to the Honolulu High Capacity Transit Corridor Project (HHCTCP), now known as the Honolulu Rail Transit Project. (Transmitted by Communication D-772)

Related communication:

D-769 From Honolulu Authority for Rapid Transportation, transmitting Resolution 2015-85 relating to the Honolulu Authority for Rapid Transportation's request to the Honolulu City Council for approval of the issuance and sale of commercial paper.

13. **BILL 23 (2015) - RELATING TO THE TRANSPORTATION SURCHARGE.**
Amending the Ordinance pertaining to the county surcharge on general excise and use taxes. (Bill passed first reading on 4/1/15)

PROPOSED CD1 TO BILL 23 (2015) – (Submitted by Council Chair Martin) The proposed CD1 (OCS2015-1000/10/14/2015 11:51 AM) makes the following amendments:

- A. Provides for a five-year extension (beyond December 31, 2022 to December 31, 2027) of the surcharge on general excise and use taxes for the City, which is permitted under Section 3 of Act 240 (2015), while complying with the mandate that Ordinance 05-27 (codified as ROH Chapter 6, Article 60) be repealed on December 31, 2022.
- B. Provides that beginning July 1, 2015, surcharge monies must be expended on capital costs of a locally preferred alternative for a mass transit project and related expenses to comply with the Americans with Disabilities Act of 1990.
- C. Limits expenditure of surcharge monies to the minimum operable segment of the locally preferred alternative for a mass transit project, and: (1) a maximum amount of \$3.67 billion of surcharge monies levied from January 1, 2007 to December 31, 2022; and (2) a maximum amount of \$4.58 billion of surcharge moneys levied from January 1, 2007 to December 31, 2027.

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- D. Requires that HART submit an updated financial plan to the Council as a prerequisite for any transfer of GET surcharge monies from the general fund to the transit fund.
- E. Provides for quarterly reports on project status and cash balances.
- F. Provides for annual reports that detail all amounts invoiced by and paid to general contractors, and separately reflect amounts billed by the general contractor for work done by its subcontractors.
- G. Makes miscellaneous technical and non-substantive changes.

ANN H. KOBAYASHI, Chair
Committee on Budget